

Message Text

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ORIGIN XMB-01

INFO OCT-01 ARA-09 ISO-00 AID-05 CIAE-00 COME-00 EB-03

FRB-01 INR-09 NSAE-00 RSC-01 TRSE-00 OPIC-02 SP-02

CIEP-01 LAB-01 SIL-01 OMB-01 (ISO) R

66605

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APPROVED BY: EB/OCA/REP:JBRABENS

XMB:CEHOUSTON

XMB:WWGLICK

EB/IFD/ODF:EMLINTON

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R 071403Z OCT 74

FM SECSTATE WASHDC

TO AMEMBASSY BUENOS AIRES

LIMITED OFFICIAL USE STATE 220294

E.O. 11652: N/A

TAGS: EFIN, AR

SUBJ: EXIM FINANCING FOR GAS SEPARATION PLANT

REF: BUENOS AIRES 974

1. BY BRIEF LETTER DATED SEPTEMBER 13 GAS DEL ESTADO MADE APPLICATION TO EXIMBANK FOR FINANCING, ON TERMS AND CONDITIONS STATED IN EXPIRED PRELIMINARY COMMITMENT 73-0-2212, OF U.S. GOODS AND SERVICES FOR GENERAL CERRI GAS SEPARATION PLANT IN BAHIA BLANCA. INFORMATION IN LETTER SCARCELY BEGINS TO MEET EXIM'S REQUIREMENTS FOR A FORMAL APPLI-
CATION FOR FINANCING AS SET FORTH IN PARAGRAPH K OF EXIM'S PC. MOREOVER, THERE IS NO LIKELIHOOD THAT EXIM WOULD NOW PROVIDE THE FINANCING PATTERN, INTEREST RATE, AND GUARANTEE FEE WHICH WERE STATED IN THE PC WHICH EXPIRED APRIL 30, 1974.

2. WHILE EXIM APPRECIATES VERY MUCH THE DESCRIPTIVE MATERIAL IN
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REFGRAM IT HAS SENT A TELEX TO GDE, TO THE ATTENTION OF JUAN A.

ALVAREZ MUGICA, ADMINISTRATOR, ACKNOWLEDGING GDE'S LETTER BUT STATING THAT THE INFORMATION IS NOT IN SUFFICIENT DETAIL TO CONSIDER IT TO BE AN APPLICATION. EXIM ALSO ADVISED GDE THAT THE PC HAD EXPIRED AND THAT ANY FINANCING PROVIDED BY EXIM WOULD BE ON TERMS AND CONDITIONS PREVAILING AT THE TIME THE BANK ACTS ON A FORMAL APPLICATION. AS A GUIDE TO GDE IN PREPARING A FORMAL APPLICATION REFERENCE WAS MADE IN THE TELEX TO PARAGRAPH K OF THE PC LETTER. SINCE COPIES OF THE PC AND EXTENSIONS WERE SENT TO THE EMBASSY IT MAY BE IN A POSITION TO ASSIST GDE IN DEVELOPING AN APPLICATION.

3. EXIM REALIZES THAT ITS UNWILLINGNESS TO ADHERE TO FINANCING PATTERN AND OTHER TERMS AND CONDITIONS IN EXPIRED PC IS VERY LIKELY TO BE THORNY MATTER WITH GDE. BANK WOULD, THEREFORE, APPRECIATE EMBASSY'S COOPERATION IN EXPLAINING, IF NECESSARY, CHANGED CIRCUMSTANCES FOR EXIM'S FINANCING AND IN MOLLIFYING PRESSURES TO NEGOTIATE FOR THE PC TERMS. KISSINGER

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: GASES, INDUSTRIAL PLANTS, DEVELOPMENT LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 07 OCT 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: elyme
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Drafter: XMB:TPDOUGHTY
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Errors: N/A
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Handling Restrictions: n/a
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Review Event:
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30 JUN 2005

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